GOVERNMENT OF INDIA
TEXTILES
LOK SABHA

UNSTARRED QUESTION NO:5821
ANSWERED ON:03.05.2002
RELAXATIONS IN BANK GUARANTEE
RAMPAL SINGH

Will the Minister of TEXTILES be pleased to state:

(a) whether the Government have recently decided to give some relaxations in the bank guarantee norms for textile exporters;

(b) if so, the details thereof; and

(c) the number of textiles manufacturers likely to be benefited as a result thereof ?

Answer

MINISTER OF STATE FOR TEXTILES (SHRI V. DHANANJAY KUMAR)

(a) Yes, Sir.

(b) & (c) Copies of the Gazette Notifications dated 6th March 2002issued in this regard are attached. The relaxation would benefit all textile and clothing exporters, who are exporting under quota policies.

Attachment referred to in reply to part (b) of Lok Sabha Unstarred Question No. 5821 for answer on 03-05-2002

TO BE PUBLISHED IN PART-I SECTION-I OF THE GAZETTE OF INDIA EXTRAORDINARY
MINISTRY OF TEXTILES
NOTIFICATION
Udyog Bhavan, New Delhi
Dated the 6th March, 2002.

Sub: Garment and Knitwears Export Entitlement (Quota) Policy (2000-2004), in respect of countries where such exports are covered by restraints under the provision of the Agreement on Textiles and Clothing.

No.1/15/2001-Exports-I -

1. Attention is invited to Notification No.1/128/99 Exports-I dated 12th November, 1999, which was amended subsequently by Notifications of even number dated 10th December, 1999, 7th February, 2000, Notification No.1/68/2000 dated 13th June, 2000, Notification No.1/21/2000-Exports-I dated 21st July, 2000, Notification No.1/133/2000-Exports-I dated 20th November, 2000, Notification No.13/33/2000-Exports-I dated 8th January, 2001, Notification No.1/149/99-Exports-I dated 24th January, 2001, Notification No.1/121/2001 and Notification No.1/161/2000-Exports-I dated 30th April, 2001 on the above mentioned subject.

2. In exercise of the powers conferred by Para 20 of the Policy, the Government of India hereby grants relaxation from the operation of Para 12
(vii) to (ix) of the Policy for exports against entitlements of the year 2001, in the following manner:-

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(vii) The EMD/BG/LUT/Post Dated Cheque of an exporter who exports 75% or more of the entitlement would be released in full. However, in the case of slow moving items, this percentage will be 50% or more.

(viii) The `Quota Administering Authority` shall forfeit the EMD/BG, in case utilisation is 50% or more but less than 75% in case of fast moving items and 40% or more but less than 50% in case of slow moving items, proportionate to the shortfall in utilisation.

(ix) If utilisation is less than the above, i.e. 50% in case of fast moving items and 40% in case of slow moving items, the EMD/BG/LUT/Post Dated Cheque shall be forfeited in full.`

3. All other terms and conditions of the Notification mentioned in Para 1 above will remain unchanged.

Sd/-

(ATUL CHATURVEDI)
Joint Secretary to the Govt. of India

TO BE PUBLISHED IN PART-I SECTION-I OF THE GAZETTE OF INDIA EXTRAORDINARY
MINISTRY OF TEXTILES
NOTIFICATION
Udyog Bhavan, New Delhi
Dated the 6th March, 2002.

Sub: Yarn, Fabrics & Made-ups Export Entitlement (Quota) Policy (2000-2004), in respect of countries where such exports are covered by restraints under the provision of the Agreement on Textiles and Clothing.

No.1/15/2001-Exports-I-

1. Attention is invited to Notification No.1/129/99 Exports-I dated 12th November, 1999, which was amended subsequently by Notifications No.13/33/2000-Exports-I dated 8th January, 2001, and Notification No.1/161/2000-Exports-I dated 30th April, 2001 on the above mentioned subject.

2. In exercise of the powers conferred by Para 20 of the Policy, the Government of India hereby grants relaxation from the operation of Para 11
(ii) to
(iv) of the Policy for exports against entitlements of the year 2001, in the following manner:-

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(ii) The EMD/BG/LUT/Post Dated Cheque of an exporter who exports 75% or more of the entitlement would be released in full. However, in the case of slow moving items, this percentage will be 50% or more.

(iii) The `Quota Administering Authority` shall forfeit the EMD/BG, in case utilisation is 50% or more but less than 75% in case of fast moving items and 40% or more but less than 50% in case of slow moving items, proportionate to the shortfall in utilisation.

(iv) If utilisation is less than the above, i.e. 50% in case of fast moving items and 40% in case of slow moving items, the EMD/BG/LUT/Post Dated Cheque shall be forfeited in full.`

3. All other terms and conditions of the Notification mentioned in Para 1 above will remain unchanged.

Sd/-

(ATUL CHATURVEDI)
Joint Secretary to the Govt. of India